

G - Finance and Administration Cabinet

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Table of Contents

G - Finance and Administration Cabinet

General Administration	G - 3
Controller	G - 7
Debt Service	G - 13
Facilities and Support Services	G - 17
County Costs	G - 23
Commonwealth Office of Technology	G - 25
Revenue	G - 31
Property Valuation Administrators	G - 35
Kentucky Lottery Corporation	G - 39
Finance and Administration	G - 41

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CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	6,604,900	6,604,900	6,604,900	15,691,500	15,691,500	15,691,500	15,692,900	15,692,900	15,692,900
General Fund	389,987,800	389,987,800	389,987,800	558,219,300	551,794,400	557,219,300	553,359,600	556,567,000	552,232,600
Restricted Funds	150,804,400	150,804,400	150,804,400	154,562,900	149,162,900	152,312,900	157,949,600	152,549,600	155,699,600
Federal Funds	1,775,000	1,775,000	1,775,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Road Fund	2,400,000	2,400,000	2,400,000	2,725,000	2,400,000	2,725,000	2,725,000	2,400,000	2,725,000
Regular Total Funds	551,572,100	551,572,100	551,572,100	732,598,700	720,448,800	729,348,700	731,127,100	728,609,500	727,750,100
Use of Continuing	9,017,500	9,017,500	9,017,500						
TOTAL FUNDS	560,589,600	560,589,600	560,589,600	732,598,700	720,448,800	729,348,700	731,127,100	728,609,500	727,750,100
II. EXPENDITURE CATEGORY									
Personnel Costs	173,795,600	173,795,600	173,795,600	170,975,900	168,551,000	170,975,900	173,960,100	171,432,500	173,960,100
Operating Expenses	116,021,000	116,021,000	116,021,000	120,424,700	116,099,700	119,424,700	123,534,200	119,209,200	122,534,200
Grants, Loans, Benefits	5,325,000	5,325,000	5,325,000	2,425,000	2,425,000	2,425,000	2,425,000	12,425,000	2,425,000
Debt Service	249,560,200	249,560,200	249,560,200	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
Capital Outlay	9,913,800	9,913,800	9,913,800	4,460,600	4,460,600	4,460,600	4,460,600	4,460,600	4,460,600
Construction	5,974,000	5,974,000	5,974,000	6,700,000	1,300,000	4,450,000	6,234,200	834,200	3,984,200
TOTAL EXPENDITURES	560,589,600	560,589,600	560,589,600	732,598,700	720,448,800	729,348,700	731,127,100	728,609,500	727,750,100
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	6,604,900	6,604,900	6,604,900	15,691,500	15,691,500	15,691,500	15,692,900	15,692,900	15,692,900
General Fund	389,987,800	389,987,800	389,987,800	549,586,900	547,586,900	548,586,900	545,524,600	543,259,600	544,397,600
Restricted Funds	150,804,400	150,804,400	150,804,400	151,949,400	147,549,400	150,449,400	154,382,800	149,982,800	152,882,800
Federal Funds	1,775,000	1,775,000	1,775,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Road Fund	2,400,000	2,400,000	2,400,000	2,725,000	2,400,000	2,725,000	2,725,000	2,400,000	2,725,000
Regular Total Funds	551,572,100	551,572,100	551,572,100	721,352,800	714,627,800	718,852,800	719,725,300	712,735,300	717,098,300
Use of Continuing	9,017,500	9,017,500	9,017,500						
TOTAL BASE LEVEL	560,589,600	560,589,600	560,589,600	721,352,800	714,627,800	718,852,800	719,725,300	712,735,300	717,098,300
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				8,632,400	4,207,500	8,632,400	7,835,000	13,307,400	7,835,000
Restricted Funds				2,613,500	1,613,500	1,863,500	3,566,800	2,566,800	2,816,800
TOTAL ADDITIONAL				11,245,900	5,821,000	10,495,900	11,401,800	15,874,200	10,651,800

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				6,005,000	1,605,000	4,505,000	4,400,000		2,900,000
Bond Funds				26,000,000	22,000,000	24,000,000			
Capital Construction Surplus				3,000,000	2,000,000	2,500,000			
Other Funds				19,600,000	5,350,000	19,600,000			
TOTAL CAPITAL				54,605,000	30,955,000	50,605,000	4,400,000		2,900,000

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

General Administration

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	10,572,800	10,572,800	10,572,800	8,309,200	8,309,200	8,309,200	8,446,500	8,446,500	8,446,500
Restricted Funds	33,206,000	33,206,000	33,206,000	31,617,300	31,617,300	31,617,300	33,843,300	33,843,300	33,843,300
Road Fund	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Regular Total Funds	44,178,800	44,178,800	44,178,800	40,326,500	40,326,500	40,326,500	42,689,800	42,689,800	42,689,800
Use of Continuing									
TOTAL FUNDS	44,178,800	44,178,800	44,178,800	40,326,500	40,326,500	40,326,500	42,689,800	42,689,800	42,689,800
II. EXPENDITURE CATEGORY									
Personnel Costs	13,012,200	13,012,200	13,012,200	12,489,900	12,489,900	12,489,900	12,787,800	12,787,800	12,787,800
Operating Expenses	22,600,000	22,600,000	22,600,000	24,161,200	24,161,200	24,161,200	26,626,600	26,626,600	26,626,600
Capital Outlay	8,566,600	8,566,600	8,566,600	3,275,400	3,275,400	3,275,400	3,275,400	3,275,400	3,275,400
Construction				400,000	400,000	400,000			
TOTAL EXPENDITURES	44,178,800	44,178,800	44,178,800	40,326,500	40,326,500	40,326,500	42,689,800	42,689,800	42,689,800
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	10,572,800	10,572,800	10,572,800	8,309,200	8,309,200	8,309,200	8,446,500	8,446,500	8,446,500
Restricted Funds	33,206,000	33,206,000	33,206,000	30,617,300	30,617,300	30,617,300	31,843,300	31,843,300	31,843,300
Road Fund	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Regular Total Funds	44,178,800	44,178,800	44,178,800	39,326,500	39,326,500	39,326,500	40,689,800	40,689,800	40,689,800
Use of Continuing									
TOTAL BASE LEVEL	44,178,800	44,178,800	44,178,800	39,326,500	39,326,500	39,326,500	40,689,800	40,689,800	40,689,800
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				1,000,000	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
TOTAL ADDITIONAL				1,000,000	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
V. ADDITIONAL BUDGET ITEMS									
1 GB General Administration Growth Request									
ABR75000001 Provides funds for vehicle maintenance.									
Restricted Funds				1,000,000	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
Project Total				1,000,000	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
TOTAL ADDITIONAL				1,000,000	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000

TRANSFERS TO THE GENERAL FUND

General Administration

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY**G - Finance and Administration Cabinet****Operating Budget****General Administration**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
TRANSFERS TO THE GENERAL FUND									
Fleet Management Fund				4,272,400	4,272,400	4,272,400	1,500,000	1,500,000	1,500,000
TOTAL				4,272,400	4,272,400	4,272,400	1,500,000	1,500,000	1,500,000

GENERAL ADMINISTRATION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from General Administration, Restricted Funds of \$4,272,400 in fiscal year 2008-2009 and \$1,500,000 in fiscal year 2009-2010.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House reduces General Fund support totaling \$1,000,000 in each fiscal year.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Conveyance of Property: Notwithstanding KRS Chapter 45A, the Secretary of the Finance and Administration Cabinet shall convey to Kenton County, Kentucky any reverter interest it may have in the real estate located at 34 West Fifth Street, Covington, Kentucky."

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget, by removing the language concerning **"Conveyance of Property"**.

GENERAL ADMINISTRATION

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget by adding the following language:

"State Motor Vehicle Fleet: The Secretary of the Finance and Administration Cabinet shall restrict permanently assigned vehicles to only the Court of Justice, Executive Cabinet Secretaries, law enforcement, or for other public safety purposes. A report listing the recipients of permanently assigned vehicles from the State Motor Vehicle Fleet shall be submitted to the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year."

CONFERENCE REPORT

The Conference concurs with the Branch with the following changes:

The Conference reduces General Fund support totaling \$1,000,000 in each fiscal year.

The Conference amends Part I, Operating Budget, to include the following language provisions:

"State Motor Vehicle Fleet: The Secretary of the Finance and Administration Cabinet shall restrict permanently assigned vehicles to only Constitutional Officers, the Court of Justice, Executive Cabinet Secretaries, law enforcement, or for other public safety purposes. A report listing the recipients of permanently assigned vehicles from the State Motor Vehicle Fleet shall be submitted to the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year."

"Conveyance of Property: Notwithstanding KRS Chapter 45A, the Secretary of the Finance and Administration Cabinet shall convey to Kenton County, Kentucky any reverter interest it may have in the real estate located at 34 West Fifth Street, Covington, Kentucky."

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Controller

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	10,245,000	10,245,000	10,245,000	9,196,800	9,196,800	9,196,800	9,224,300	9,224,300	9,224,300
Restricted Funds	5,452,400	5,452,400	5,452,400	7,325,900	7,325,900	7,325,900	7,255,100	7,255,100	7,255,100
Federal Funds	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Regular Total Funds	16,697,400	16,697,400	16,697,400	17,522,700	17,522,700	17,522,700	17,479,400	17,479,400	17,479,400
Use of Continuing									
TOTAL FUNDS	16,697,400	16,697,400	16,697,400	17,522,700	17,522,700	17,522,700	17,479,400	17,479,400	17,479,400
II. EXPENDITURE CATEGORY									
Personnel Costs	7,838,900	7,838,900	7,838,900	7,852,000	7,852,000	7,852,000	7,451,400	7,451,400	7,451,400
Operating Expenses	7,858,500	7,858,500	7,858,500	8,670,700	8,670,700	8,670,700	9,028,000	9,028,000	9,028,000
Grants, Loans, Benefits	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
TOTAL EXPENDITURES	16,697,400	16,697,400	16,697,400	17,522,700	17,522,700	17,522,700	17,479,400	17,479,400	17,479,400
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	10,245,000	10,245,000	10,245,000	9,130,800	9,130,800	9,130,800	9,158,300	9,158,300	9,158,300
Restricted Funds	5,452,400	5,452,400	5,452,400	7,325,900	7,325,900	7,325,900	7,255,100	7,255,100	7,255,100
Federal Funds	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Regular Total Funds	16,697,400	16,697,400	16,697,400	17,456,700	17,456,700	17,456,700	17,413,400	17,413,400	17,413,400
Use of Continuing									
TOTAL BASE LEVEL	16,697,400	16,697,400	16,697,400	17,456,700	17,456,700	17,456,700	17,413,400	17,413,400	17,413,400
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				66,000	66,000	66,000	66,000	66,000	66,000
TOTAL ADDITIONAL				66,000	66,000	66,000	66,000	66,000	66,000
V. ADDITIONAL BUDGET ITEMS									
1 GB	Controllers Office Growth Request								
ABR75800001	Provides funds for 2 full-time vacant positions.								
General Fund				66,000	66,000	66,000	66,000	66,000	66,000
Project Total				66,000	66,000	66,000	66,000	66,000	66,000
TOTAL ADDITIONAL				66,000	66,000	66,000	66,000	66,000	66,000

TRANSFERS TO THE GENERAL FUND

Controller

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Controller

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
TRANSFERS TO THE GENERAL FUND									
Rural Development Trust Fund - Investment Income (KRS 248.655)	3,231,200	3,231,200	3,231,200						
Early Childhood Development Trust Fund - Investment Income (KRS 200.151)	252,400	252,400	252,400						
Health Care Improvement Trust Fund - Investment Income (KRS 194A.0550)	14,000	14,000	14,000						
Expendable Trust Fund				3,000,000	3,000,000	3,000,000			
TOTAL	3,497,600	3,497,600	3,497,600	3,000,000	3,000,000	3,000,000			

CONTROLLER

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Social Security Contingent Liability Fund: Any expenditures that may be required by KRS 61.470 are hereby deemed necessary government expenses and shall be paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any available balance in either the General Government, Judgments budget unit appropriation, or the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in this Act."

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes the following transfers from the Office of the Controller in fiscal year 2008, Trust Fund Investment Income from Rural Development, Early Childhood Development, and Health Care Improvement, in the amounts of \$3,231,200, \$252,400, and \$14,000, respectively and includes a transfer from the Expendable Trust Fund of \$3,000,000 in fiscal year 2009.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY 4/11/08 5:32 pm
BUDGET MODIFICATION REPORT

CONTROLLER

CONFERENCE REPORT

The Conference concurs with the Branch.

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Capital Budget

Controller

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				1,605,000	1,605,000	1,605,000			
TOTAL CAPITAL				1,605,000	1,605,000	1,605,000			
II. CAPITAL PROJECTS									
1	Statewide Budget System Upgrade								
PRJ75805000									
Restricted Funds				1,005,000	1,005,000	1,005,000			
Project Total				1,005,000	1,005,000	1,005,000			
2	Investment Management System Upgrade								
PRJ75805001									
Restricted Funds				600,000	600,000	600,000			
Project Total				600,000	600,000	600,000			
TOTAL CAPITAL				1,605,000	1,605,000	1,605,000			

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G - Finance and Administration Cabinet

Operating Budget

Debt Service

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	6,429,900	6,429,900	6,429,900	15,416,500	15,416,500	15,416,500	15,417,900	15,417,900	15,417,900
General Fund	234,112,800	234,112,800	234,112,800	412,196,000	412,196,000	412,196,000	405,095,100	404,830,100	404,968,100
Regular Total Funds	240,542,700	240,542,700	240,542,700	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
Use of Continuing	9,017,500	9,017,500	9,017,500						
TOTAL FUNDS	249,560,200	249,560,200	249,560,200	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
II. EXPENDITURE CATEGORY									
Debt Service	249,560,200	249,560,200	249,560,200	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
TOTAL EXPENDITURES	249,560,200	249,560,200	249,560,200	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	6,429,900	6,429,900	6,429,900	15,416,500	15,416,500	15,416,500	15,417,900	15,417,900	15,417,900
General Fund	234,112,800	234,112,800	234,112,800	412,196,000	412,196,000	412,196,000	405,095,100	404,830,100	404,968,100
Regular Total Funds	240,542,700	240,542,700	240,542,700	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
Use of Continuing	9,017,500	9,017,500	9,017,500						
TOTAL BASE LEVEL	249,560,200	249,560,200	249,560,200	427,612,500	427,612,500	427,612,500	420,513,000	420,248,000	420,386,000
TRANSFERS TO THE GENERAL FUND									
Debt Service									
Unexpended Debt Service	16,257,500	16,257,500	16,257,500						
Tobacco Settlement - Phase I									
(KRS 248.655)									
TOTAL	16,257,500	16,257,500	16,257,500						

DEBT SERVICE

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions as follows:

"New Debt Service: Included in the above General Fund appropriation is \$1,327,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act for budget units within the Finance and Administration Cabinet."

"Tobacco Settlement Funds - Debt Service: To the extent that revenues sufficient to support the required debt service appropriations are received from the Tobacco Settlement Program, those revenues shall be made available from those accounts to the appropriate account of the General Fund. All necessary debt service amounts shall be appropriated from the General Fund and shall be fully paid regardless of whether there is a sufficient amount available to be transferred from tobacco-supported funding program accounts to other accounts of the General Fund."

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Debt Service, Tobacco Settlement Funds of \$16,257,500 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, provides \$15,416,500 in fiscal year 2008-2009 and \$15,417,900 in fiscal year 2009-2010 for debt service on previously authorized Bond Funded projects.

The State/Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, includes a language provision as follows:

DEBT SERVICE

"Debt Service: To the extent that revenues sufficient to support the required debt service appropriations are received from the Tobacco Settlement Program, those revenues shall be made available from those accounts to the appropriate account of the General Fund. All necessary debt service amounts shall be appropriated from the General Fund and shall be fully paid regardless of whether there is a sufficient amount available to be transferred from tobacco-supported funding program accounts to other accounts of the General Fund."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate modifies Part I, Operating Budget, language provision as follows:

"New Debt Service: Included in the above General Fund appropriation is \$1,062,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act for budget units within the Finance and Administration Cabinet."

The Senate amends General Fund supported debt service to reflect the revised appropriation amount of \$4,000,000 in Bond Funds for the Facilities and Support Services Maintenance Pool in fiscal year 2009-2010.

CONFERENCE REPORT

The Conference concurs with the Branch with the following changes:

The Conference modifies Part I, Operating Budget, language provision as follows:

"New Debt Service: Included in the above General Fund appropriation is \$1,200,000 in fiscal year 2009-2010 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act for budget units within the Finance and Administration Cabinet."

The Conference amends General Fund supported debt service to reflect the revised appropriation amount of \$6,000,000 in Bond

DEBT SERVICE

Funds for the Facilities and Support Services Maintenance Pool in fiscal year 2009-2010.

G - Finance and Administration Cabinet

Operating Budget

Facilities and Support Services

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	7,461,600	7,461,600	7,461,600	6,193,400	6,193,400	6,193,400	6,294,600	6,294,600	6,294,600
Restricted Funds	30,960,400	30,960,400	30,960,400	35,205,700	34,205,700	34,455,700	35,535,400	34,535,400	34,785,400
Regular Total Funds	38,422,000	38,422,000	38,422,000	41,399,100	40,399,100	40,649,100	41,830,000	40,830,000	41,080,000
Use of Continuing									
TOTAL FUNDS	38,422,000	38,422,000	38,422,000	41,399,100	40,399,100	40,649,100	41,830,000	40,830,000	41,080,000
II. EXPENDITURE CATEGORY									
Personnel Costs	21,444,000	21,444,000	21,444,000	21,901,500	21,901,500	21,901,500	22,406,900	22,406,900	22,406,900
Operating Expenses	16,208,300	16,208,300	16,208,300	17,597,600	17,597,600	17,597,600	17,588,900	17,588,900	17,588,900
Capital Outlay	162,000	162,000	162,000						
Construction	607,700	607,700	607,700	1,900,000	900,000	1,150,000	1,834,200	834,200	1,084,200
TOTAL EXPENDITURES	38,422,000	38,422,000	38,422,000	41,399,100	40,399,100	40,649,100	41,830,000	40,830,000	41,080,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	7,461,600	7,461,600	7,461,600	6,193,400	6,193,400	6,193,400	6,294,600	6,294,600	6,294,600
Restricted Funds	30,960,400	30,960,400	30,960,400	33,592,200	33,592,200	33,592,200	33,968,600	33,968,600	33,968,600
Regular Total Funds	38,422,000	38,422,000	38,422,000	39,785,600	39,785,600	39,785,600	40,263,200	40,263,200	40,263,200
Use of Continuing									
TOTAL BASE LEVEL	38,422,000	38,422,000	38,422,000	39,785,600	39,785,600	39,785,600	40,263,200	40,263,200	40,263,200
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				1,613,500	613,500	863,500	1,566,800	566,800	816,800
TOTAL ADDITIONAL				1,613,500	613,500	863,500	1,566,800	566,800	816,800
V. ADDITIONAL BUDGET ITEMS									
1 GB Facilities and Support Services Growth Request									
ABR78500001 Provides funds to support 4 filled positions and capital construction projects.									
Restricted Funds				1,613,500	613,500	863,500	1,566,800	566,800	816,800
Project Total				1,613,500	613,500	863,500	1,566,800	566,800	816,800
TOTAL ADDITIONAL				1,613,500	613,500	863,500	1,566,800	566,800	816,800

TRANSFERS TO THE GENERAL FUND

Facilities and Support Services

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Facilities and Support Services

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
TRANSFERS TO THE GENERAL FUND									
Property Management Fund					1,000,000	750,000		1,000,000	750,000
TOTAL					1,000,000	750,000		1,000,000	750,000

FACILITIES AND SUPPORT SERVICES

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Capital Construction Investment Income Account of \$30,083,400 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision as follows:

"Capital appropriations in the amount of \$20,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate reduces Restricted Fund support totaling \$1,000,000 in each fiscal year.

The Senate amends Part II, Capital Projects, to revise the appropriation to \$4,000,000 in Bond Funds for the Maintenance Pool - 2008-2010 and to \$2,000,000 from the Capital Construction Surplus Account for the Emergency Repair, Maintenance, and Replacement Account.

FACILITIES AND SUPPORT SERVICES

The Senate amends Part V, Funds Transfer, to revise the transfer from the Capital Construction Investment Income Account to \$3,675,300 in fiscal year 2008-2009 and \$33,908,400 in fiscal year 2009-2010 and to include a transfer from Facilities and Support Services, Restricted Funds of \$1,000,000 in each fiscal year and a transfer from the Capital Construction Surplus Account of \$1,000,000 in each fiscal year.

The Senate modifies Part V, Funds Transfer, language provision as follows:

"Capital appropriations in the amount of \$14,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund."

CONFERENCE REPORT

The Conference concurs with the Branch with the following changes:

The Conference reduces Restricted Fund support totaling \$750,000 in each fiscal year.

The Conference amends Part II, Capital Budget, to revise the appropriation to \$6,000,000 in Bond Funds for the Maintenance Pool - 2008-2010 and to \$2,500,000 from the Capital Construction Surplus Account for the Emergency Repair, Maintenance, and Replacement Account.

The Conference amends Part V, Funds Transfer, to revise the transfer from the Capital Construction Investment Income Account to \$3,300,000 in fiscal year 2008-2009 and \$32,783,400 in fiscal year 2009-2010 and to include a transfer from Facilities and Support Services, Restricted Funds of \$750,000 in each fiscal year and a transfer from the Capital Construction Surplus Account of \$500,000 in each fiscal year.

The Conference modifies Part V, Funds Transfer, language provision as follows:

"Capital appropriations in the amount of \$17,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund."

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Capital Budget

Facilities and Support Services

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds				8,000,000	4,000,000	6,000,000			
Capital Construction Surplus				3,000,000	2,000,000	2,500,000			
TOTAL CAPITAL				11,000,000	6,000,000	8,500,000			
II. CAPITAL PROJECTS									
1	Maintenance Pool - 2008-2010								
PRJ78501723									
Bond Funds				8,000,000	4,000,000	6,000,000			
Project Total				8,000,000	4,000,000	6,000,000			
2	Emergency Repair, Maintenance, and Replacement Account								
PRJ78501717									
Capital Construction Surplus				3,000,000	2,000,000	2,500,000			
Project Total				3,000,000	2,000,000	2,500,000			
TOTAL CAPITAL				11,000,000	6,000,000	8,500,000			

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CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

County Costs

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	20,481,500	20,481,500	20,481,500	17,581,500	16,581,500	16,581,500	17,581,500	16,581,500	16,581,500
Restricted Funds	1,950,000	1,950,000	1,950,000	1,932,100	1,932,100	1,932,100	1,932,000	1,932,000	1,932,000
Regular Total Funds	22,431,500	22,431,500	22,431,500	19,513,600	18,513,600	18,513,600	19,513,500	18,513,500	18,513,500
Use of Continuing									
TOTAL FUNDS	22,431,500	22,431,500	22,431,500	19,513,600	18,513,600	18,513,600	19,513,500	18,513,500	18,513,500
II. EXPENDITURE CATEGORY									
Personnel Costs	1,735,000	1,735,000	1,735,000	1,717,100	1,717,100	1,717,100	1,717,000	1,717,000	1,717,000
Operating Expenses	16,371,500	16,371,500	16,371,500	16,371,500	15,371,500	15,371,500	16,371,500	15,371,500	15,371,500
Grants, Loans, Benefits	4,325,000	4,325,000	4,325,000	1,425,000	1,425,000	1,425,000	1,425,000	1,425,000	1,425,000
TOTAL EXPENDITURES	22,431,500	22,431,500	22,431,500	19,513,600	18,513,600	18,513,600	19,513,500	18,513,500	18,513,500
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	20,481,500	20,481,500	20,481,500	17,581,500	16,581,500	16,581,500	17,581,500	16,581,500	16,581,500
Restricted Funds	1,950,000	1,950,000	1,950,000	1,932,100	1,932,100	1,932,100	1,932,000	1,932,000	1,932,000
Regular Total Funds	22,431,500	22,431,500	22,431,500	19,513,600	18,513,600	18,513,600	19,513,500	18,513,500	18,513,500
Use of Continuing									
TOTAL BASE LEVEL	22,431,500	22,431,500	22,431,500	19,513,600	18,513,600	18,513,600	19,513,500	18,513,500	18,513,500

COUNTY COSTS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"County Costs: Funds required to pay county costs are appropriated and additional funds may be allotted from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705) by the Secretary of the Finance and Administration Cabinet, subject to the conditions and procedures provided in this Act."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate provides General Fund support totaling \$16,581,500 in each fiscal year.

CONFERENCE REPORT

The Conference concurs with the Branch with the following change:

The Conference provides General Fund support totaling \$16,581,500 in each fiscal year.

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Commonwealth Office of Technology

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	67,817,400	67,817,400	67,817,400	67,765,600	63,365,600	66,265,600	68,682,100	64,282,100	67,182,100
Federal Funds	775,000	775,000	775,000	400,000	400,000	400,000	400,000	400,000	400,000
Regular Total Funds	68,592,400	68,592,400	68,592,400	68,165,600	63,765,600	66,665,600	69,082,100	64,682,100	67,582,100
Use of Continuing									
TOTAL FUNDS	68,592,400	68,592,400	68,592,400	68,165,600	63,765,600	66,665,600	69,082,100	64,682,100	67,582,100
II. EXPENDITURE CATEGORY									
Personnel Costs	40,150,900	40,150,900	40,150,900	40,467,900	40,467,900	40,467,900	41,374,700	41,374,700	41,374,700
Operating Expenses	21,890,000	21,890,000	21,890,000	22,112,500	22,112,500	22,112,500	22,122,200	22,122,200	22,122,200
Capital Outlay	1,185,200	1,185,200	1,185,200	1,185,200	1,185,200	1,185,200	1,185,200	1,185,200	1,185,200
Construction	5,366,300	5,366,300	5,366,300	4,400,000		2,900,000	4,400,000		2,900,000
TOTAL EXPENDITURES	68,592,400	68,592,400	68,592,400	68,165,600	63,765,600	66,665,600	69,082,100	64,682,100	67,582,100
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	67,817,400	67,817,400	67,817,400	67,765,600	63,365,600	66,265,600	68,682,100	64,282,100	67,182,100
Federal Funds	775,000	775,000	775,000	400,000	400,000	400,000	400,000	400,000	400,000
Regular Total Funds	68,592,400	68,592,400	68,592,400	68,165,600	63,765,600	66,665,600	69,082,100	64,682,100	67,582,100
Use of Continuing									
TOTAL BASE LEVEL	68,592,400	68,592,400	68,592,400	68,165,600	63,765,600	66,665,600	69,082,100	64,682,100	67,582,100
TRANSFERS TO THE GENERAL FUND									
Commonwealth Office of Technology									
Computer Services Fund					4,400,000	1,500,000		4,400,000	1,500,000
TOTAL					4,400,000	1,500,000		4,400,000	1,500,000

COMMONWEALTH OFFICE OF TECHNOLOGY

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part II, Capital Projects Budget, includes a language provision as follows:

"Transfer of Restricted Funds from Operating Budget: For the major equipment purchases displayed in this section funded from Restricted Funds, it is anticipated that these funds shall be transferred from the Operating Budget as funds are available and needed."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate amends the State/Executive Branch Budget Bill, Part I, Operating Budget by adding the following language:

"Computer Services Fund Receipts: The Secretary of the Finance and Administration Cabinet shall provide a listing of fee receipts from the Executive, Judicial, and Legislative Branches of government itemized by appropriation units; cost allocation methodology; and a report detailing the rebate of excess fee receipts to the agencies to the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year."

The Senate does not provide funding for Capital Projects supported by Restricted Funds.

COMMONWEALTH OFFICE OF TECHNOLOGY

The Senate amends Part V, Funds Transfer, to include a transfer from the Commonwealth Office of Technology, Restricted Funds of \$4,400,000 in each fiscal year.

CONFERENCE REPORT

The Conference concurs with the Branch with the following changes:

The Conference amends Part I, Operating Budget, by adding the following language:

"Computer Services Fund Receipts: The Secretary of the Finance and Administration Cabinet shall provide a listing of fee receipts from the Executive, Judicial, and Legislative Branches of government itemized by appropriation units; cost allocation methodology; and a report detailing the rebate of excess fee receipts to the agencies to the Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year."

The Conference amends Part II, Capital Budget, supported by Restricted Funds by authorizing \$2,400,000 in each fiscal year for Enterprise Infrastructure - 2008-2010; \$250,000 in each fiscal year for Enterprise Data Integration - 2008-2010; \$125,000 in each fiscal year for Enterprise Application Integration - 2008-2010; and \$125,000 in each fiscal year for Enterprise Security and Identity Management - 2008-2010.

The Conference adds a Part V, Funds Transfer, to include a transfer from the Commonwealth Office of Technology, Restricted Funds of \$1,500,000 in each fiscal year.

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G - Finance and Administration Cabinet**Capital Budget****Commonwealth Office of Technology**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				4,400,000		2,900,000	4,400,000		2,900,000
Bond Funds				18,000,000	18,000,000	18,000,000			
TOTAL CAPITAL				22,400,000	18,000,000	20,900,000	4,400,000		2,900,000
II. CAPITAL PROJECTS									
1	Public Safety Communications Infrastructure - KEWS - Additional								
PRJ07901603									
Bond Funds				18,000,000	18,000,000	18,000,000			
Project Total				18,000,000	18,000,000	18,000,000			
2	Enterprise Infrastructure - 2008-2010								
PRJ07901602									
Restricted Funds				2,400,000		2,400,000	2,400,000		2,400,000
Project Total				2,400,000		2,400,000	2,400,000		2,400,000
3	Enterprise Data Integration - 2008-2010								
PRJ07901605									
Restricted Funds				1,000,000		250,000	1,000,000		250,000
Project Total				1,000,000		250,000	1,000,000		250,000
4	Enterprise Application Integration - 2008-2010								
PRJ07901606									
Restricted Funds				500,000		125,000	500,000		125,000
Project Total				500,000		125,000	500,000		125,000
5	Enterprise Security and Identity Management - 2008-2010								
PRJ07901604									
Restricted Funds				500,000		125,000	500,000		125,000
Project Total				500,000		125,000	500,000		125,000
6	Franklin County - Lease - 100 Fair Oaks								
PRJ07905000									
General Fund									
Project Total									
TOTAL CAPITAL				22,400,000	18,000,000	20,900,000	4,400,000		2,900,000

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CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Revenue	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	175,000	175,000	175,000	275,000	275,000	275,000	275,000	275,000	275,000
General Fund	73,943,200	73,943,200	73,943,200	69,397,300	63,972,400	69,397,300	71,363,400	75,835,800	71,363,400
Restricted Funds	6,046,800	6,046,800	6,046,800	7,216,300	7,216,300	7,216,300	7,201,700	7,201,700	7,201,700
Road Fund	2,000,000	2,000,000	2,000,000	2,325,000	2,000,000	2,325,000	2,325,000	2,000,000	2,325,000
Regular Total Funds	82,165,000	82,165,000	82,165,000	79,213,600	73,463,700	79,213,600	81,165,100	85,312,500	81,165,100
Use of Continuing									
TOTAL FUNDS	82,165,000	82,165,000	82,165,000	79,213,600	73,463,700	79,213,600	81,165,100	85,312,500	81,165,100
II. EXPENDITURE CATEGORY									
Personnel Costs	51,504,300	51,504,300	51,504,300	48,134,400	45,709,500	48,134,400	49,800,100	47,272,500	49,800,100
Operating Expenses	30,660,700	30,660,700	30,660,700	31,079,200	27,754,200	31,079,200	31,365,000	28,040,000	31,365,000
Grants, Loans, Benefits								10,000,000	
TOTAL EXPENDITURES	82,165,000	82,165,000	82,165,000	79,213,600	73,463,700	79,213,600	81,165,100	85,312,500	81,165,100
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	175,000	175,000	175,000	275,000	275,000	275,000	275,000	275,000	275,000
General Fund	73,943,200	73,943,200	73,943,200	63,830,900	62,830,900	63,830,900	65,394,400	64,394,400	65,394,400
Restricted Funds	6,046,800	6,046,800	6,046,800	7,216,300	7,216,300	7,216,300	7,201,700	7,201,700	7,201,700
Road Fund	2,000,000	2,000,000	2,000,000	2,325,000	2,000,000	2,325,000	2,325,000	2,000,000	2,325,000
Regular Total Funds	82,165,000	82,165,000	82,165,000	73,647,200	72,322,200	73,647,200	75,196,100	73,871,100	75,196,100
Use of Continuing									
TOTAL BASE LEVEL	82,165,000	82,165,000	82,165,000	73,647,200	72,322,200	73,647,200	75,196,100	73,871,100	75,196,100
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				5,566,400	1,141,500	5,566,400	5,969,000	11,441,400	5,969,000
TOTAL ADDITIONAL				5,566,400	1,141,500	5,566,400	5,969,000	11,441,400	5,969,000
V. ADDITIONAL BUDGET ITEMS									
1 GB Corporate Coding/IT Processing/Withholding Processing Project									
ABR130000006 Provides funds to continue data processing and imaging services.									
General Fund				1,424,900		1,424,900	1,527,600		1,527,600
Project Total				1,424,900		1,424,900	1,527,600		1,527,600

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Revenue			Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
			House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
2	GB	Electronic Data Match and Levy Services									
ABR130000007		Provides funds for implementing an electronic levy process and insuring that levies are sent only to institutions where the debtor has an account.									
General Fund						1,141,500	1,141,500	1,141,500	1,441,400	1,441,400	1,441,400
Project Total						1,141,500	1,141,500	1,141,500	1,441,400	1,441,400	1,441,400
3	GB	Comprehensive Tax System Maintenance and Operating Costs									
ABR130000004		Provides funds for licensing, Commonwealth Office of Technology maintenance charges, and miscellaneous operating costs to support the Comprehensive Tax System.									
General Fund						3,000,000		3,000,000	3,000,000		3,000,000
Project Total						3,000,000		3,000,000	3,000,000		3,000,000
4	NEW	Military Service Rebate Fund									
ABR130X0001		Provide tax rebates for military personnel.									
General Fund										10,000,000	
Project Total										10,000,000	
TOTAL ADDITIONAL						5,566,400	1,141,500	5,566,400	5,969,000	11,441,400	5,969,000

REVENUE

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Insurance Surcharge Rate: Pursuant to KRS 136.392, the insurance surcharge rate shall be calculated at a rate to provide sufficient funds in the 2008-2010 fiscal biennium for the Firefighters Foundation Program Fund and the Kentucky Law Enforcement Foundation Program Fund. The calculation of sufficient funds for the above-named programs shall include any Restricted Funds carried forward from fiscal years 2007-2008 and 2008-2009 as provided by the General Assembly in this Act."

"Road Fund Compliance and Motor Vehicle Property Tax Programs: The above Road Fund appropriation in each fiscal year represents the cost of the Road Fund Compliance and Motor Vehicle Property Tax Programs within the Department of Revenue and is to be used exclusively for that purpose."

"Operations of Revenue: Notwithstanding KRS 132.672, 136.652, 160.6154, and 365.390(2), funds may be expended in support of the operations of the Department of Revenue."

The State/Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, includes a language provision as follows:

"State Enforcement: Notwithstanding KRS 248.654, a total of \$275,000 of the MSA payments received each fiscal year of the 2008-2010 biennium is appropriated to the Finance and Administration Cabinet, Department of Revenue for the state's enforcement of noncompliant nonparticipating manufacturers."

REVENUE

HOUSE REPORT

The House concurs with the Branch with the following change:

The House increases General Fund support totaling \$1,000,000 in each fiscal year to partially restore baseline funding for personnel expenses.

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate adds in Part I, Operating Budget, General Fund support totaling \$10,000,000 in fiscal year 2009-2010 for the Military Service Rebate Fund.

The Senate provides Road Fund support to maintain the current baseline in each fiscal year.

The Senate deletes the additional General Fund support of \$1,000,000 in each fiscal year.

The Senate does not provide funding for the Corporate Coding, IT, and Withholding Processing Project or for Comprehensive Tax System Maintenance and Operating Costs.

CONFERENCE REPORT

The Conference concurs with the Branch with the following change:

The Conference increases General Fund support totaling \$1,000,000 in each fiscal year to partially restore baseline funding for personnel expenses.

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Property Valuation Administrators

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	33,170,900	33,170,900	33,170,900	35,345,100	35,345,100	35,345,100	35,354,200	35,354,200	35,354,200
Restricted Funds	5,371,400	5,371,400	5,371,400	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Regular Total Funds	38,542,300	38,542,300	38,542,300	38,845,100	38,845,100	38,845,100	38,854,200	38,854,200	38,854,200
Use of Continuing									
TOTAL FUNDS	38,542,300	38,542,300	38,542,300	38,845,100	38,845,100	38,845,100	38,854,200	38,854,200	38,854,200
II. EXPENDITURE CATEGORY									
Personnel Costs	38,110,300	38,110,300	38,110,300	38,413,100	38,413,100	38,413,100	38,422,200	38,422,200	38,422,200
Operating Expenses	432,000	432,000	432,000	432,000	432,000	432,000	432,000	432,000	432,000
TOTAL EXPENDITURES	38,542,300	38,542,300	38,542,300	38,845,100	38,845,100	38,845,100	38,854,200	38,854,200	38,854,200
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	33,170,900	33,170,900	33,170,900	32,345,100	32,345,100	32,345,100	33,554,200	33,554,200	33,554,200
Restricted Funds	5,371,400	5,371,400	5,371,400	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Regular Total Funds	38,542,300	38,542,300	38,542,300	35,845,100	35,845,100	35,845,100	37,054,200	37,054,200	37,054,200
Use of Continuing									
TOTAL BASE LEVEL	38,542,300	38,542,300	38,542,300	35,845,100	35,845,100	35,845,100	37,054,200	37,054,200	37,054,200
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				3,000,000	3,000,000	3,000,000	1,800,000	1,800,000	1,800,000
TOTAL ADDITIONAL				3,000,000	3,000,000	3,000,000	1,800,000	1,800,000	1,800,000
V. ADDITIONAL BUDGET ITEMS									
1 EXPAN Property Valuation Administrators									
ABRPVA00003 Provides additional funds for personnel expenses.									
General Fund				3,000,000	3,000,000	3,000,000	1,800,000	1,800,000	1,800,000
Project Total				3,000,000	3,000,000	3,000,000	1,800,000	1,800,000	1,800,000
TOTAL ADDITIONAL				3,000,000	3,000,000	3,000,000	1,800,000	1,800,000	1,800,000

PROPERTY VALUATION ADMINISTRATORS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Management of Expenditures: Notwithstanding KRS 132.590 and 132.597, the property valuation administrators are authorized to take necessary actions to manage expenditures within the appropriated amounts contained in this Act."

"Real Property Physical Inspections: Notwithstanding KRS 132.690, each parcel of taxable real property may be physically examined no less than once every five years, subject to the availability of funds."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House provides additional General Fund support totaling \$3,000,000 in fiscal year 2008-2009 and \$1,800,000 in fiscal year 2009-2010 for personnel expenses.

The House deletes the Part I language provision relating to Real Property Physical Inspections.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the Branch with the following change:

CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY 4/11/08 2:34 pm
BUDGET MODIFICATION REPORT

PROPERTY VALUATION ADMINISTRATORS

The Conference provides additional General Fund support totaling \$3,000,000 in fiscal year 2008-2009 and \$1,800,000 in fiscal year 2009-2010 for personnel expenses.

The Conference deletes the Part I language provision relating to "**Real Property Physical Inspections**".

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G - Finance and Administration Cabinet**Capital Budget****Kentucky Lottery Corporation**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Other Funds				19,600,000	5,350,000	19,600,000			
TOTAL CAPITAL				19,600,000	5,350,000	19,600,000			
II. CAPITAL PROJECTS									
1	Potential Buyout of On-line Gaming System								
PRJ0811708									
Other Funds				10,000,000		10,000,000			
Project Total				10,000,000		10,000,000			
2	Contingency on Property Adjacent to New Headquarters								
PRJ0811384									
Other Funds				4,250,000		4,250,000			
Project Total				4,250,000		4,250,000			
3	Data Processing, Telecommunications, and Related Equipment								
PRJ0811385									
Other Funds				3,000,000	3,000,000	3,000,000			
Project Total				3,000,000	3,000,000	3,000,000			
4	Instant Ticket Vending Machines								
PRJ0811709									
Other Funds				2,000,000	2,000,000	2,000,000			
Project Total				2,000,000	2,000,000	2,000,000			
5	Network Storage and Associated Infrastructures								
PRJ0811383									
Other Funds				350,000	350,000	350,000			
Project Total				350,000	350,000	350,000			
TOTAL CAPITAL				19,600,000	5,350,000	19,600,000			

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CONFERENCE BUDGET REPORT AS AMENDED - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

G - Finance and Administration Cabinet

Operating Budget

Finance and Administration

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended	House Budget	Senate Budget	Conference As Amended
TRANSFERS TO THE GENERAL FUND									
Finance and Administration									
Capital Construction Investment Income					3,675,300	3,300,000	30,083,400	33,908,400	32,783,400
Capital appropriations in the amount of \$17,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund.									
Capital Construction Surplus Account (KRS 45.775)					1,000,000	500,000		1,000,000	500,000
TOTAL					4,675,300	3,800,000	30,083,400	34,908,400	33,283,400

FINANCE AND ADMINISTRATION

BRANCH BUDGET

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Capital Construction Investment Income Account of \$30,083,400 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision as follows:

"Capital appropriations in the amount of \$20,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate amends Part V, Funds Transfer, to revise the transfer from the Capital Construction Investment Income Account to \$3,675,300 in fiscal year 2008-2009 and \$33,908,400 in fiscal year 2009-2010 and to include a transfer from the Capital Construction Surplus Account of \$1,000,000 in each fiscal year.

The Senate modifies Part V, Funds Transfer, language provision as follows:

"Capital appropriations in the amount of \$14,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund."

CONFERENCE REPORT

The Conference concurs with the Branch with the following changes:

The Conference amends Part V, Funds Transfer, to revise the transfer from the Capital Construction Investment Income Account to \$3,300,000 in fiscal year 2008-2009 and \$32,783,400 in fiscal year 2009-2010 and to include a transfer from the Capital Construction Surplus Account of \$500,000 in each fiscal year.

The Conference modifies Part V, Funds Transfer, language provision as follows:

FINANCE AND ADMINISTRATION

"Capital appropriations in the amount of \$17,000,000 from bond funds in Part II, Capital Projects Budget, of this Act will be used to partially replace this transfer of funds to the General Fund."